Bank) Directions, 1998 which read as under:

"NBFCs failing to repay public deposits prohibited from making loans and investments

11. An NBFC which has failed to repay may public deposit or part thereof in accordance with the terms and conditions of such deposit, as provided in section 45QA(1) of the Reserve Bank of India Act, 1934 (2 of 1934) shall not grant any loan or other credit facility by whatever name called or make any investment or create any other asset as long as the default exists."

The above directions would also be applicable to Residuary Non-Banking Companies (RNBCs).

(c) The compliance with these norms shall be monitored through the half-yearly Return on Prudential Norms to be submitted to Reserve Bank of India by all the NBFCs including RNBCs accepting/holding public deposits. Periodical on-site inspection being conducted by RBI also covers aspects relating to compliance with various directions issued by them.

Equity or LIC/GICUT1 in Dunlop India Limited

1438. SHRI JIBON ROY: Will the Minister of FINANCE be pleased to state:

(a) the equity of LIC, GIC and UTI in Dunlop India Limited (DIL);

(b) the number of nominees in the Dunlop India Limited Board;

(c) steps taken by nominee members to arrest financial irregularities in the company; and

(d) the stand of LIC, GIC and UTI on the alleged sickness of the company by Dunlop India Limited Board?

THE MINISTER OF STATE IN THE MINISTRY OF PERSONNEL, PUBLIC GRIEVANCES AND PENSIONS AND THE MINISTER OF STATE IN THE M1NISTERY OF FINANCE (SHRI R. JANARTHANAM): (a) The requisite information is as under:—

LIC	19.64%
GIC	6.07%
UTI	3.70%

(b) The Nominee Director of LIC on the Dunlop India Board represents the interest of other financial institutions also.

(c) The Nominee Director of the institutions has been expressing the views and concerns of the institutions in the Board Meetings of the company from time to time and reporting the feedback to the financial institutions.

(d) BIFR has already appointed IDBI to prepare a report for ascertaining whether the company could be declared to be a 'sick' company. Further action as necessary would be taken by the financial institutions on receipt of BIFR orders in the matter.

Relaxation of Lending norms for Infrastructure Projects

1439. SHRI V.P. DURAISAMY: Will the Minister of FINANCE be pleased to state:

(a) when the lending norms pertaining to infrastructure projects were relaxed by the Reserve Bank of India last;

(b) the quantum of funds released for such projects after the relaxation; and

(c) the banks that released funds for this purpose, State-wise?

THE MINISTER OF STATE IN THE MINISTRY OF PERSONNEL, PUBLIC GRIEVANCES AND SIONS AND THE MINISTER OF STATE IN THE MINISTERY OF FINANCE (SHRI R. JANARTHANAM): (a) Reserve Bank of India (RBI) has reported prior to September 1997, RBI had stipuiated a condition that bank in consortia/ syndicate may sanction term loans for technically feasible, financially viable and